



**THE CRESCENT STAR INSURANCE COMPANY LIMITED**  
**BALANCE SHEET**  
**AS AT DECEMBER 31, 2008**

Note	2008	2007	Note	2008	2007
	----- (Rupees) -----			----- (Rupees) -----	
<b>Share Capital and Reserves</b>			<b>Cash and Bank Deposits</b>		
Authorised share capital	7	<u>350,000,000</u>	150,000,000	12	<u>53,549</u>
Paid-up share capital	7	<u>121,000,000</u>	96,800,000		28,599
(Accumulated losses) / Unappropriated profit		(34,938,232)	111,656		13,861,058
Reserves	8	<u>26,264,833</u>	26,264,833		33,712,548
<b>TOTAL EQUITY</b>		<u>112,326,601</u>	123,176,489		28,000,000
Advance against issue of right shares		-	9,889,680		27,914,607
<b>Underwriting Provisions</b>			<b>Investments</b>	13	61,741,147
Provision for outstanding claims (including IBNR)		<u>66,837,514</u>	72,363,639		
Provision for unearned premium		<u>69,036,192</u>	84,220,192		
Additional reserve for unexpired risk		<u>4,935,185</u>	-		
Commission income unearned		<u>7,042,384</u>	7,686,656		
		<u>147,851,275</u>	164,270,487		
<b>Creditors and Accruals</b>			<b>Deferred Taxation</b>	14	(9,880)
Premiums received in advance		<u>612,281</u>	507,856		
Amounts due to other insurers / reinsurers	9	<u>15,913,077</u>	7,526,251		
Accrued expenses		<u>1,226,067</u>	1,591,384		
Other creditors and accruals	10	<u>11,883,171</u>	1,955,398		
		<u>29,634,596</u>	11,580,889		
<b>Other Liabilities</b>			<b>Current Assets – Others</b>		
Unclaimed dividend		<u>418,209</u>	1,880,611		
<b>TOTAL LIABILITIES</b>		<u>177,904,080</u>	177,731,987		
<b>COMMITMENT</b>	11	-			
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>290,230,681</u>	310,798,156		
			<b>Fixed Assets</b>		
			<b>Tangible</b>		
			Land		<u>6,392,500</u>
			Furniture, fixtures and fittings		6,392,500
			Office equipment		2,506,913
			Computer equipment		1,861,339
			Motor vehicles		1,188,337
			<b>Intangible</b>		1,008,614
			Computer software		13,386,322
			Capital work-in-progress		14,703,256
					1,533,333
					-
					1,610,000
					26,868,744
					28,026,288
			<b>TOTAL ASSETS</b>		<u>290,230,681</u>
					<u>310,798,156</u>

The company has made a provision of Rs.18.581 million against the aggregate fall in the market value of available-for-sale quoted investments of Rs.56.716 million as at December 31, 2008. This amount has been provided in accordance with the treatment allowed under the SECP Circular 3/ 2009 dated February 16, 2009. Had the company treated the entire amount of the fall in value of investments as other than temporary and accounted for the same through the profit and loss account, the remaining amount of Rs.38.135 million would have been recognised in the profit and loss account for the year ended December 31, 2008 with a corresponding increase of Rs.37.416 million in accumulated losses at the end of the current year. Further, the loss per share for the year would also have been increased by Rs.3.16 (See note 13.8).

The annexed notes from 1 to 38 form an integral part of these financial statements.

ARDESHIR COWASJEE  
Chairman

MUNIR I. MILLWALA  
Managing Director  
& Chief Executive

FAYYAZ F. MILLWALA  
Director

M.H. MILLWALA  
Director